



CITY OF HOUSTON

Finance and Administration
Department

Interoffice

Correspondence

To: Mayor Bill White
Members of City Council

From: Judy Gray Johnson, Director
Finance and Administration

Date: June 30, 2005

Subject: May Monthly Financial
and Operations Report

Attached is the Monthly Financial and Operations Report for the period ending May 31, 2005.

General Fund Revenues

Our projection for General Fund revenues is almost unchanged from last month, down by only \$13,000. None of the changes are significant.

General Fund Expenditures

Our projection for General Fund expenditures is approximately \$4.2 million lower than last month. Police department expenditures are projected to be approximately \$5 million lower than last month, primarily due to savings from restructuring the Meet and Confer Agreement. This is offset by a number of insignificant increases in other departments.

General Fund Ending Fund Balance

We are projecting an ending unreserved undesignated fund balance of \$99.8 million, which is 7.7% of estimated expenditures less debt service.

Combined Utility System

We are projecting that the operating transfer to the Combined Utility System General Purpose Fund will be approximately \$2.7 more than last month. This increase is primarily attributable to a projected \$2 million decrease in operating expenses as the Houston Area Water Corporation Northeast Plant is not yet operational.

Aviation

We are projecting that the operating transfer to Capital Improvement will be approximately \$20 million more than last month. This increase is due to applying \$23.5 million in grant funds toward the payment of debt service, offset by a decrease of \$4.9 million for operating revenues, a decrease in operating expenses of \$367 thousand and an increase in non-operating revenues of \$1.2 million (primarily interest income).

Please let me know if you have any questions.


Judy Gray Johnson, Director